



Transportation Budget

The Commonwealth Transportation Board approves a state transportation budget every year that allocates funding for road way maintenance, operations and construction, as well as for administrative costs, debt payments and other expenses. Mass transit, airports, and seaports receive part of their funding from the state transportation budget.

Where the Money

Comes From

Ninety-five percent of all transportation revenues are generated primarily from motor fuel taxes and user fees at the state and federal levels. Both federal and state revenues support the two transportation funds: the Highway and Maintenance Operating Fund (HMOF) and the Transportation Trust Fund (TTF).

Highway and Maintenance Operating Fund (HMOF)
Primary source of state money for roadway maintenance and operations

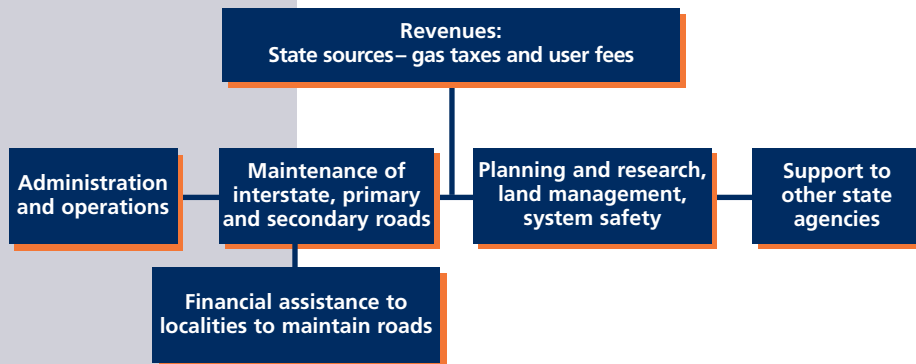
Transportation Trust Fund (TTF)
Primary source of state and federal money for highway construction, mass transit, airports and seaports

Revenue Resources

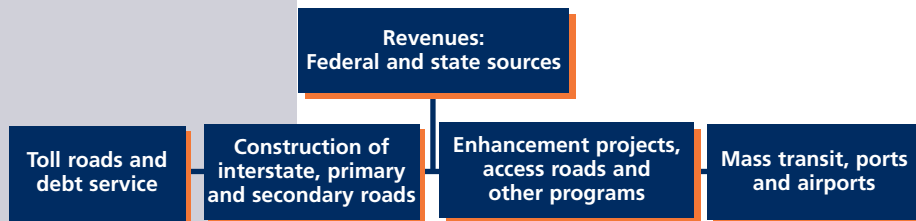
State Taxes and User Fees	
Gas tax (17.5 cents per gallon)	
HMOF	14.85 cents
TTF	2.5 cents
DMV	.15 cents
<i>Every 1 cent generates \$50 million in annual revenue</i>	
Vehicles sales and use tax (3 percent)	
HMOF	2 percent
TTF	1 percent
<i>Each percent generates about \$190 million in annual revenue</i>	
Vehicle license fee (\$29.50)	
HMOF	\$16
TTF	\$3
DMV	\$4
Other	\$6.50
Sales and use tax (5 percent)	
TTF	1/2 percent

Federal Taxes
The federal gas tax is 18.4 cents per gallon and comprises 87 percent of the Federal Highway Trust Fund. Other sources include motor vehicle and tire taxes.
The amount of federal transportation revenues and how it is divided among the states is determined once every six years. Federal funds are not distributed as lump sum grants to states. Virginia is reimbursed for expenses.
Federally funded projects are generally an 80 federal/20 state match.
Other Sources
Toll revenues, bonds or debt, general fund appropriations and local contributions for specific purposes.

Highway and Maintenance Operating Fund (HMOF)



Transportation Trust Fund (TTF)



Transportation Trust Fund distribution of state revenue sources as required by the Code of Virginia.

